

2 - GOAC Blue Book - BFM - FY15

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**Bureau of Finance and Management**  
**State Accounting System - Other Fund Balances**  
**Company 3003 - Dakota Cement Trust**

	FY2012	FY2013	FY2014	FY2015
1 Investments	231,135,011.68	234,202,403.99	242,618,394.66	254,123,026.80
2 Total Assets	231,135,011.68	234,202,403.99	242,618,394.66	254,123,026.80
3				
4 Accounts Payable	-	-	-	-
5 Total Liabilities	-	-	-	-
6				
7 Unreserved Fund Balance	231,135,011.68	234,202,403.99	242,618,394.66	254,123,026.80
8 Total Fund Equity	231,135,011.68	234,202,403.99	242,618,394.66	254,123,026.80
9 Total Liabilities and Fund Equity	231,135,011.68	234,202,403.99	242,618,394.66	254,123,026.80
10				
11				
12 Use of Money and Property	11,789,921.20	15,198,296.40	20,203,874.84	24,938,704.90
13 Total Operating Revenue	11,789,921.20	15,198,296.40	20,203,874.84	24,938,704.90
14				
15 Contractual Services	572,431.54	449,571.55	536,503.14	199,937.29
16 Loss on Investment Principal	865,889.55	2,324,377.52	1,187,925.13	2,430,509.78
17 Total Operating Expenditures/Expenses	1,438,321.09	2,773,949.07	1,724,428.27	2,630,447.07
18				
19 Transfers In	-	-	-	-
20 Transfers Out	(12,000,000.00)	(9,356,955.02)	(10,063,455.90)	(10,803,625.69)
21 Net Transfers In (Out)	(12,000,000.00)	(9,356,955.02)	(10,063,455.90)	(10,803,625.69)
22				
23 Net Change	(1,648,399.89)	3,067,392.31	8,415,990.67	11,504,632.14
24				
25 Beginning Fund Equity	232,783,411.57	231,135,011.68	234,202,403.99	242,618,394.66
26 Ending Equity	231,135,011.68	234,202,403.99	242,618,394.66	254,123,026.80

**Company:** 3003

**Company Name:** Dakota Cement Trust

**Fund Name:** Dakota Cement Trust

**Fund Type:** Special Revenue

**Purpose:** Const. Art XIII section 20 created a trust fund from the net proceeds derived from the sale of state cement enterprises. The Investment Council shall invest the trust fund in stocks, bonds, mutual funds, and other financial instruments as provided by law. Use: Per Const. Art XIII section 21, The Legislature shall transfer from the trust fund to the state general fund four percent of the lesser of the average market value of the trust fund determined by adding the market value of the trust fund at the end of the sixteen most recent calendar quarters as of December thirty-first of that year and dividing that sum by sixteen, or the market value of the trust fund at the end of that calendar year for the support of education in South Dakota. The transfer shall be made prior to June thirtieth of the subsequent calendar year.

**Budget Information:** Not included in the General Appropriations Bill.

**Additional Information:** A separate audit report of the State Investment Council is available on Legislative Audit's website which will provide, along with other information, the market value of the fund.

The corpus of the trust fund is \$238,000,000.

**Bureau of Finance and Management**  
**State Accounting System - Other Fund Balances**  
**Company 3004 - Health Care Trust Fund**

	FY2012	FY2013	FY2014	FY20145
1 Investments	103,847,871.97	105,752,677.23	110,084,786.11	115,191,213.62
2 Total Assets	103,847,871.97	105,752,677.23	110,084,786.11	115,191,213.62
3				
4 Accounts Payable	-	-	-	-
5 Total Liabilities	-	-	-	-
6				
7 Unreserved Fund Balance	103,847,871.97	105,752,677.23	110,084,786.11	115,191,213.62
8 Total Fund Equity	103,847,871.97	105,752,677.23	110,084,786.11	115,191,213.62
9 Total Liabilities and Fund Equity	103,847,871.97	105,752,677.23	110,084,786.11	115,191,213.62
10				
11				
12 Use of Money and Property	4,977,674.20	6,790,072.61	9,009,479.11	10,453,043.44
13 Administering Programs	-	-	-	-
14 Total Operating Revenue	4,977,674.20	6,790,072.61	9,009,479.11	10,453,043.44
15				
16 Contractual Services	234,341.32	194,712.40	234,876.79	114,625.91
17 Loss on Investment Principal	458,750.98	865,169.79	482,739.15	909,154.84
18 Total Operating Expenditures/Expenses	693,092.30	1,059,882.19	717,615.94	1,023,780.75
19				
20 Transfers In	-	-	-	-
21 Transfers Out	(3,876,297.60)	(3,825,385.16)	(3,959,754.29)	(4,322,835.18)
22 Net Transfers In (Out)	(3,876,297.60)	(3,825,385.16)	(3,959,754.29)	(4,322,835.18)
23				
24 Net Change	408,284.30	1,904,805.26	4,332,108.88	5,106,427.51
25				
26 Beginning Fund Equity	103,439,587.67	103,847,871.97	105,752,677.23	110,084,786.11
27 Ending Equity	103,847,871.97	105,752,677.23	110,084,786.11	115,191,213.62

**Company:** 3004

**Company Name:** Health Care Trust

**Fund Name:** Health Care Trust Fund

**Fund Type:** Special Revenue

**Purpose:** Const. Art XII Section 5 created the Health Care Trust Fund. Source: Any funds on deposit in the intergovernmental transfer fund as of 7/1/01, and thereafter any funds appropriated to the fund. The Investment Council shall invest the health care trust fund in stocks, bonds, mutual funds, and other financial instruments as provided by law. Use: Beginning in FY03, the state treasurer shall make an annual distribution from the Health Care Trust Fund into the General Fund to be appropriated for health care related programs. The calculation of the distribution shall be defined by law and may promote growth of the fund and a steadily growing distribution amount. The Health Care Trust Fund may not be diverted for other purposes nor may the principal be invaded unless appropriated by a three-fourths vote of all the members-elect of each house of the Legislature. The original principal and any funds thereafter deposited or appropriated to the trust fund shall forever remain inviolate.

SDCL 4-5-29.1 states that the state investment officer shall determine the market value of the health care trust fund as of December 31, 2003, and each calendar year thereafter less the investment expenses transferred pursuant to § 4-5-30. The state investment officer shall calculate an amount equal to four percent of that market value, without invading principal, as eligible for distribution. For the purpose of this section, the term, principal, means the sum of all contributions to the fund. Beginning with the distribution in fiscal year 2008, the market value shall be determined by adding the market value of the trust fund at the end of the sixteen most recent calendar quarters as of December thirty-first, and dividing the sum by sixteen. Upon notice of that amount by the state investment officer, the state treasurer shall transfer the amount from the health care trust fund to the state general fund as soon as practicable after July first of the next fiscal year.

**Budget Information:** Not included in the General Appropriations Bill.

**Additional Information:** A separate audit report of the State Investment Council is available on Legislative Audit's website which will provide, along with other information, the market value of the fund.

The corpus of the trust fund is \$85,631,023.97.

**Bureau of Finance and Management**  
**State Accounting System - Other Fund Balances**  
**Company 3005 - Education Enhancement Trust Fund**

	FY2012	FY2013	FY2014	FY2015
1 Investments	379,437,789.56	388,652,371.96	411,887,731.55	435,344,475.88
2 Total Assets	379,437,789.56	388,652,371.96	411,887,731.55	435,344,475.88
3				
4 Accounts Payable	-	-	-	-
5 Total Liabilities	-	-	-	-
6				
7 Unreserved Fund Balance	379,437,789.56	388,652,371.96	411,887,731.55	435,344,475.88
8 Total Fund Equity	379,437,789.56	388,652,371.96	411,887,731.55	435,344,475.88
9 Total Liabilities and Fund Equity	379,437,789.56	388,652,371.96	411,887,731.55	435,344,475.88
10				
11				
12 Use of Money and Property	16,139,722.00	27,052,645.92	32,937,348.07	38,137,885.69
13 Other Revenue	-	1,682,682.20	7,719,541.71	5,520,853.48
14 Total Operating Revenue	16,139,722.00	28,735,328.12	40,656,889.78	43,658,739.17
15				
16 Contractual Services	1,151,263.01	951,496.14	965,483.12	501,730.66
17 Loss on Investment Principal	1,790,134.53	4,516,549.71	2,042,692.95	4,000,394.75
18 Total Operating Expenditures/Expenses	2,941,397.54	5,468,045.85	3,008,176.07	4,502,125.41
19				
20 Transfers In	-	-	-	-
21 Transfers Out	(14,469,388.38)	(14,052,699.87)	(14,413,354.12)	(15,699,869.43)
22 Net Transfers In (Out)	(14,469,388.38)	(14,052,699.87)	(14,413,354.12)	(15,699,869.43)
23				
24 Net Change	(1,271,063.92)	9,214,582.40	23,235,359.59	23,456,744.33
25				
26 Beginning Fund Equity	380,708,853.48	379,437,789.56	388,652,371.96	411,887,731.55
27 Ending Equity	379,437,789.56	388,652,371.96	411,887,731.55	435,344,475.88

**Company:** 3005

**Company Name:** Education Enhancement Trust

**Fund Name:** Education Enhancement Trust Fund

**Fund Type:** Special Revenue

**Purpose:** Const. Art XII created the Education Enhancement Trust Fund. Source: 1) Any funds received as of 7/1/01 and thereafter under the tobacco settlement agreement or the net proceeds of any sale or securitization of rights to receive payments, 2) Any funds in the Youth-at-Risk trust fund as of 7/1/01, and 3) thereafter any funds appropriated to the fund. The Investment Council shall invest the education enhancement trust fund in stocks, bonds, mutual funds, and other financial instruments as provided by law. Use: Beginning in FY03, the state treasurer shall make an annual distribution from the Education Enhancement Trust Fund into the General Fund to be appropriated by law for education enhancement programs. The calculation of the distribution shall be defined by law and may promote growth of the fund and a steadily growing distribution amount. The trust fund may not be diverted for other purposes nor may the principal be invaded unless appropriated by a three-fourths vote of all the Legislature. The original principal and any funds thereafter deposited or appropriated to the trust fund shall forever remain inviolate.

SDCL 4-5-29.2 states that the state investment officer shall determine the market value of the education enhancement trust fund as of December 31, 2003, and each calendar year thereafter less the investment expenses transferred pursuant to § 4-5-30. The state investment officer shall calculate an amount equal to four percent of that market value, without invading principal, as eligible for distribution. For the purpose of this section, the term, principal, means the sum of all contributions to the fund. Beginning with the distribution in fiscal year 2008, the market value shall be determined by adding the market value of the trust fund at the end of the sixteen most recent calendar quarters as of December thirty-first, and dividing the sum by sixteen. Upon notice of that amount by the state investment officer, the state treasurer shall transfer the amount from the education enhancement trust fund to the state general fund as soon as practicable after July first of the next fiscal year.

**Budget Information:** Not included in the General Appropriations Bill.

**Additional Information:** A separate audit report of the State Investment Council is available on Legislative Audit's website which will provide, along with other information, the market value of the fund.

The corpus of the trust fund is \$329,329,930.47.

**Bureau of Finance and Management**  
**State Accounting System - Other Fund Balances**  
**Company 3005 - Critical Teaching Needs Scholarship Program**

	<b>FY2013</b>	<b>FY2014</b>	<b>FY2015</b>
1 Investments	1,500,000.00	1,500,000.00	1,500,000.00
2 Total Assets	1,500,000.00	1,500,000.00	1,500,000.00
3			
4 Accounts Payable	-	-	-
5 Total Liabilities	-	-	-
6			
7 Unreserved Fund Balance	1,500,000.00	1,500,000.00	1,500,000.00
8 Total Fund Equity	1,500,000.00	1,500,000.00	1,500,000.00
9 Total Liabilities and Fund Equity	1,500,000.00	1,500,000.00	1,500,000.00
10			
11			
12 Use of Money and Property	-	-	-
13 Total Operating Revenue	-	-	-
14			
15 Contractual Services	-	-	-
16 Total Operating Expenditures/Expenses	-	-	-
17			
18 Transfers In	1,500,000.00	-	-
19 Transfers Out	-	-	-
20 Net Transfers In (Out)	1,500,000.00	-	-
21			
22 Net Change	1,500,000.00	-	-
23			
24 Beginning Fund Equity	-	1,500,000.00	1,500,000.00
25 Ending Equity	1,500,000.00	1,500,000.00	1,500,000.00

**Company:** 3005

**Company Name:** Education Enhancement Trust

**Fund Name:** Critical Teaching Needs Scholarship Program

**Fund Type:** Special Revenue

**Purpose:** SDCL 13-55-64 created the Critical Teaching Needs Scholarship Program. Source: The program received a \$1.5 million General Fund appropriation in FY2013 and will be invested by the South Dakota Investment Council with the Education Enhancement Trust Fund. Use: The purpose of the program is to encourage South Dakota's high school graduates to obtain their postsecondary education in South Dakota for teaching, to remain in the state upon completion of their education, and to contribute to the state and its citizens by working in a critical need teaching area. Per § 4-5-29.2, beginning in fiscal year 2015, a portion of the funds annually distributed to the general fund pursuant to this section representing the percentage of the (\$1.5 million) appropriation in SL 2013, ch 91, § 9, when deposited, to the total fair value of the education enhancement fund applied to the distribution amount shall be used to fund the critical teaching needs scholarship program created in §§ 13-55-64 to 13-55-71, inclusive.

**Budget Information:** Not included in the General Appropriations Bill.

**Additional Information:** A separate audit report of the State Investment Council is available on Legislative Audit's website which will provide, along with other information, the market value of the Education Enhancement Trust Fund.

**Bureau of Finance and Management**  
**State Accounting System - Other Fund Balances**  
**Company 3005 - SD Need-Based Grant Fund**

	<b>FY2013</b>	<b>FY2014</b>	<b>FY2015</b>
1 Investments	1,500,000.00	1,500,000.00	1,500,000.00
2 Total Assets	1,500,000.00	1,500,000.00	1,500,000.00
3			
4 Accounts Payable	-	-	-
5 Total Liabilities	-	-	-
6			
7 Unreserved Fund Balance	1,500,000.00	1,500,000.00	1,500,000.00
8 Total Fund Equity	1,500,000.00	1,500,000.00	1,500,000.00
9 Total Liabilities and Fund Equity	1,500,000.00	1,500,000.00	1,500,000.00
10			
11			
12 Use of Money and Property	-	-	-
13 Total Operating Revenue	-	-	-
14			
15 Contractual Services	-	-	-
16 Total Operating Expenditures/Expenses	-	-	-
17			
18 Transfers In	1,500,000.00	-	-
19 Transfers Out	-	-	-
20 Net Transfers In (Out)	1,500,000.00	-	-
21			
22 Net Change	1,500,000.00	-	-
23			
24 Beginning Fund Equity	-	1,500,000.00	1,500,000.00
25 Ending Equity	1,500,000.00	1,500,000.00	1,500,000.00

**Company:** 3005

**Company Name:** Education Enhancement Trust

**Fund Name:** SD Need-Based Grant Fund

**Fund Type:** Special Revenue

**Purpose:** SDCL 13-55A-14 created the South Dakota Need-based Grant Fund. Source: The fund received a \$1.5 million General Fund appropriation in FY2013 and will be invested by the South Dakota Investment Council with the Education Enhancement Trust Fund. Use: The purpose is to provide grants through the Board of Regents to qualified students. All distributions from the South Dakota need-based grant fund are subject to transfer to the General Fund and appropriation by the Legislature through the General Appropriations Act or special appropriations acts. Per § 4-5-29.2, beginning in fiscal year 2015, the portion of the transfer to the General Fund for the Need-based Matching Program, shall be calculated by the state investment officer based on the relative share of the contributions made to the Need-based Grant Fund created pursuant to § 13-55A-14 to the most recently calculated total fair value of the Education Enhancement Fund including the contribution. The calculation shall be updated monthly to reflect any additional contributions to the Education Enhancement Trust fund and the portion of the transfer to the General Fund for the need-based matching program shall be based on the average of the monthly calculation.

**Budget Information:** Not included in the General Appropriations Bill.

**Additional Information:** A separate audit report of the State Investment Council is available on Legislative Audit's website which will provide, along with other information, the market value of the Education Enhancement Trust Fund.

**Bureau of Finance and Management**  
**State Accounting System - Other Fund Balances**  
**Company 3018 - Health Care Tobacco Tax Fund**

	FY2012	FY2013	FY2014	FY2015
1 Cash Pooled with State Treasurer	-	-	-	-
2 Total Assets	-	-	-	-
3				
4 Accounts Payable	-	-	-	-
5 Total Liabilities	-	-	-	-
6				
7 Unreserved Fund Balance	-	-	-	-
8 Total Fund Equity	-	-	-	-
9 Total Liabilities and Fund Equity	-	-	-	-
10				
11				
12 Taxes	7,646,708.80	7,991,754.07	8,304,820.49	7,859,886.99
13 Use of Money and Property	8.03	0.38	-	-
14 Total Operating Revenue	7,646,716.83	7,991,754.45	8,304,820.49	7,859,886.99
15				
16 Contractual Services	-	-	-	-
17 Total Operating Expenditures/Expenses	-	-	-	-
18				
19 Transfers In	-	-	-	-
20 Transfers Out	(7,646,716.83)	(7,991,754.45)	(8,304,820.49)	(7,859,886.99)
21 Net Transfers In (Out)	(7,646,716.83)	(7,991,754.45)	(8,304,820.49)	(7,859,886.99)
22				
23 Net Change	-	-	-	-
24				
25 Beginning Fund Equity	-	-	-	-
26 Prior Period Adjustment	-	-	-	-
27 Ending Equity	-	-	-	-

**Company:** 3018

**Company Name:** Health Care Tobacco Tax Fund

**Fund Name:** Health Care Tobacco Tax Fund

**Fund Type:** Special Revenue

**Purpose:** SDCL 4-5-46 created the Health Care Tobacco Tax Fund. Source: Per SDCL 10-50-52, thirty-four percent of any revenue deposited in the tobacco prevention and reduction trust fund in excess of five million dollars shall be transferred to the health care tobacco tax fund. Use: All moneys in the health care tobacco tax fund are subject to appropriation by the Legislature through the General Appropriations Act or special appropriations acts for health care related programs. Any interest earned shall be credited to the fund.

**Budget Information:** Would be included in the General Appropriations Bill or as a special appropriation.

**Additional Information:** All monies deposited to the fund each year have been transferred to the General Fund in accordance with the General Appropriations Acts.

Beginning in FY2012 the tobacco revenue transferred into the fund was recorded as revenue rather than transfers in.

This fund was repealed effective 7/1/15 (FY2016) by SL 2015, ch 39, § 3.

**Bureau of Finance and Management**  
**State Accounting System - Other Fund Balances**  
**Company 6010 - Budgetary Accounting Fund**

	<b>FY2012</b>	<b>FY2013</b>	<b>FY2014</b>	<b>FY2015</b>
1 Cash Pooled with State Treasurer	1,966,430.12	840,463.72	727,935.34	971,453.18
2 Accounts Receivable	-	-	-	-
3 Total Assets	1,966,430.12	840,463.72	727,935.34	971,453.18
4				
5 Accounts Payable	-	-	-	-
6 Total Liabilities	-	-	-	-
7				
8 Reserve for Encumbrances	-	214,284.00	771,057.35	377,888.62
9 Unreserved Fund Balance	1,966,430.12	626,179.72	(43,122.01)	593,564.56
10 Total Fund Equity	1,966,430.12	840,463.72	727,935.34	971,453.18
11 Total Liabilities and Fund Equity	1,966,430.12	840,463.72	727,935.34	971,453.18
12				
13				
14 Use of Money and Property	87,439.13	46,498.75	34,781.62	14,734.51
15 Sales and Services	3,730,473.08	3,693,350.80	3,806,783.17	4,440,176.16
16 Other Revenue	11,437.50	11,692.50	11,811.68	12,096.24
17 Total Operating Revenue	3,829,349.71	3,751,542.05	3,853,376.47	4,467,006.91
18				
19 Personal Services and Benefits	1,152,123.94	1,201,209.34	1,271,279.96	1,518,311.72
20 Travel	4,304.16	5,972.37	2,161.89	8,822.69
21 Contractual Services	1,879,729.69	1,741,581.92	1,933,350.68	1,990,041.55
22 Supplies and Materials	66,759.77	73,405.10	67,735.18	81,272.57
23 Capital Outlay	359,973.17	15,349.72	691,377.14	625,040.54
24 Interest Expense	-	-	-	-
25 Total Operating Expenditures/Expenses	3,462,890.73	3,037,518.45	3,965,904.85	4,223,489.07
26				
27 Transfers In	-	-	-	-
28 Transfers Out	-	(1,839,990.00)	-	-
29 Net Transfers In (Out)	-	(1,839,990.00)	-	-
30				
31 Net Change	366,458.98	(1,125,966.40)	(112,528.38)	243,517.84
32				
33 Beginning Fund Equity	1,599,971.14	1,966,430.12	840,463.72	727,935.34
34 Prior Period Adjustment	-	-	-	-
35 Ending Equity	1,966,430.12	840,463.72	727,935.34	971,453.18

**Company:** 6010

**Company Name:** Budgetary Accounting Fund

**Fund Name:** Budgetary Accounting Fund

**Fund Type:** Internal Service

**Purpose:** SDCL 4-7-25.2 created the Budgetary Accounting Fund. Sources: 4-7-25.4 The fee schedule for the services shall be designed, to the extent practicable, to recover all costs incurred in the operation of the service agency. No charges shall be assessed for budgetary accounting services performed in relation to general fund accounts. Uses: To defray the expenses of the budgetary accounting services provided.

**Budget Information:** Included in the General Appropriations Bill.

**Additional Information:**

In FY2008 a transfer of \$4,008,132 was made to the General Fund as authorized by the 2007 appropriations bill. Per discussion with the GOAC, BFM is allowed to bill for some of the General-funded agencies which is one of the reasons the balance has been able to grow in this fund. One example is the Dept. of Legislative Audit memo bills the Bureau of Finance and Management for costs associated with auditing the state's annual financial report that cannot be specifically billed to other agencies. The memo billing in FY06 was \$260,617.00, FY07 was \$226,857.60, FY08 was \$308,252.60 and FY09 was \$245,117.60. The BFM would include these amounts to what they are recovering through their rates but, because they did not incur a cost in their company 6010, revenue will exceed the expenses creating a cash balance.

Transfers to the state General Fund included \$2,020,021 in FY2010, \$310,487 in FY2011 and \$1,839,990 in FY2013.



**Bureau of Finance and Management**  
**State Accounting System - Other Fund Balances**  
**Company 9016 - Building South Dakota Fund**

	FY2013	FY2014	FY2015
1 Cash Pooled with State Treasurer	-	30,000,000.00	20,000,000.00
2 Total Assets	-	30,000,000.00	20,000,000.00
3			
4 Accounts Payable	-	-	-
5 Total Liabilities	-	-	-
6			
8 Unreserved Fund Balance	-	30,000,000.00	20,000,000.00
9 Total Fund Equity	-	30,000,000.00	20,000,000.00
10 Total Liabilities and Fund Equity	-	30,000,000.00	20,000,000.00
11			
12			
13 Use of Money and Property	-	9,237.49	59,418.92
14 Total Operating Revenue	-	9,237.49	59,418.92
15			
16 Contractual Services	-	-	-
17 Total Operating Expenditures/Expenses	-	-	-
18			
19 Transfers In	7,000,000.00	30,000,000.00	-
20 Transfers Out	(7,000,000.00)	(9,237.49)	(10,059,418.92)
21 Net Transfers In (Out)	-	29,990,762.51	(10,059,418.92)
22			
23 Net Change	-	30,000,000.00	(10,000,000.00)
24			
25 Beginning Fund Equity	-	-	30,000,000.00
26 Ending Equity	-	30,000,000.00	20,000,000.00

**Company:** 9016

**Company Name:** Building South Dakota Fund

**Fund Name:** Building South Dakota Fund

**Fund Type:** Special Revenue Fund ( reported in General Fund for CAFR)

**Purpose:** SDCL 1-16G-47 created the Building South Dakota Fund. The purpose of the fund is for building and reinvesting in South Dakota's economy and to create high quality jobs. Source: The state may accept and expend for the purposes of chapter §1-16G any funds obtained from appropriations or any other source. Interest earned on money in the fund shall be deposited into the fund. Transfers to the fund are based upon the provisions of SDCLs 4-7-42, 4-7-43 and 4-7-44.

SDCL 4-7-43 states that notwithstanding the provisions of §§ 4-7-32 and 4-7-39, on July first of each fiscal year or at such time that the prior fiscal year general fund ending unobligated cash balance is determined, BFM shall transfer all prior year unobligated cash as follows:

- (1) If the combined cash balance of the budget reserve fund and the property tax reduction fund is less than ten percent of the prior year's general fund appropriations from the general appropriations act, an amount of unobligated cash shall be transferred to the budget reserve fund, fund, so that the combined cash balance equals ten percent of the general appropriations from the general appropriations act for the prior year;
- (2) If the combined cash balance of the budget reserve fund and the property tax reduction fund is equal to or greater than ten percent of the prior year's general fund appropriations from the general appropriations act, or there is additional unobligated cash after the provisions in subdivision (1) are satisfied, an amount of unobligated cash shall be transferred to the Building South Dakota Fund, so that the collective BSDF\*\* cash balance does not exceed one percent of the general fund appropriations
- (3) If the collective BSDF cash balance exceeds one percent of the prior year's general fund appropriations in the general appropriations act, or if there is additional unobligated cash remaining after the transfers in subdivisions (1) and (2), the remaining unobligated cash shall be transferred to the budget reserve fund and property tax reduction fund pursuant to the provisions of §§ 4-7-32 and 4-7-39.

\*\* per SDCL 4-7-42, the collective BSDF cash balance is the total cash balance in the: (a) Building South Dakota fund; (b) Local infrastructure improvement grant fund; (c) Economic development partnership fund; (d) Workforce education fund; (e) South Dakota housing opportunity fund; and (f) Funds disbursed pursuant to the provisions of subdivision 1-16G-48(5);

SDCL 4-7-44 states that:

If the collective BSDF cash balance is less than one half percent of the prior year's general fund appropriations in the general appropriations act, BFM shall transfer money from the property tax reduction fund to the Building South Dakota Fund so that the total of the amount deposited pursuant to this section and § 4-7-43 does not exceed one half percent of the general fund appropriations in the general appropriations act for the previous fiscal year. However, the combined cash balance may not be reduced to less than ten percent of the general fund appropriations from the general appropriations act for the prior year by any transfer made to the Building South Dakota Fund pursuant to this section.

Use: If the Board of Economic Development approves a new or expanded facility with project costs exceeding twenty million dollars to receive a reinvestment payment pursuant to the provisions of §§ 1-16G-56 to 1-16G-68, inclusive, the Department of

**Bureau of Finance and Management**  
**State Accounting System - Other Fund Balances**  
**Company 9016 - Building South Dakota Fund**

Revenue shall deposit all of the contractor's excise tax imposed and paid pursuant to the provisions of chapter 10-46A or 10-46B on the project costs into the Building South Dakota Fund.

Per § 1-16G-48, BFM will distribute money from the Building South Dakota Fund to the following:

- (1) Twenty-five percent of the fund shall be transferred to the local infrastructure improvement grant fund created in § 1-16G-50;
- (2) Fifteen percent of the fund shall be transferred to the economic development partnership fund created in § 1-16G-51;
- (3) Thirty percent of the fund shall be transferred to the workforce education fund created in § 13-13-88;
- (4) Twenty-five percent of the fund shall be transferred to the South Dakota housing opportunity fund created in § 11-13-2;
- (5) Five percent of the fund shall be transferred to the revolving economic development and initiative fund created in § 1-16G-3 for the purpose of making grants to projects that have a total project cost of less than twenty million dollars.

**Budget Information:**

This fund is continuously appropriated.

**Additional Information:**

Chapter 24 of the 2014 Session Laws appropriated \$30 million from the General Fund in an emergency bill and is shown as a transfer-in in FY2014. No more than \$10 million is to be disbursed in any one fiscal year.

SDCL 1-16G-47 was substantially amended by Chapter 25 of the 2014 Session Laws and was effective for FY2015.

**Building Authority**  
**State Accounting System - Other Fund Balances**  
**Company 6013 - Building Authority**

	<b>FY2012</b>	<b>FY2013</b>	<b>FY2014</b>	<b>FY2015</b>
1 Cash Pooled with State Treasurer	12,053,745.14	2,409,685.77	83,555,410.44	73,273,599.07
2 Total Assets	12,053,745.14	2,409,685.77	83,555,410.44	73,273,599.07
3				
4 Bonds and Notes Payable	222,430,000.00	212,090,000.00	282,445,000.00	317,970,900.00
5 Total Liabilities	222,430,000.00	212,090,000.00	282,445,000.00	317,970,900.00
6				
7 Unreserved Fund Balance	(210,376,254.86)	(209,680,314.23)	(198,889,589.56)	(244,697,300.93)
8 Total Fund Equity	(210,376,254.86)	(209,680,314.23)	(198,889,589.56)	(244,697,300.93)
9 Total Liabilities and Fund Equity	12,053,745.14	2,409,685.77	83,555,410.44	73,273,599.07
10				
11				
12 Use of Money and Property	22,104,304.83	21,569,726.09	24,157,455.35	23,277,464.41
13 Other Revenue	20,725.89	6,824.06	1,510,379.69	93,693.03
14 Bond Proceeds	-	-	-	1,190,692.04
15 Premium on Bonds Issued	353,800.00	-	4,283,822.43	5,763,344.39
16 Proceeds of Refunding Bonds	-	-	-	-
17 Total Operating Revenue	22,478,830.72	21,576,550.15	29,951,657.47	30,325,193.87
18				
19 Personal Services and Benefits	1,679.34	1,485.57	1,614.75	1,162.62
20 Travel	5,881.66	4,427.31	3,508.03	25,391.71
21 Contractual Services	487,970.46	613,807.71	522,167.56	453,181.15
22 Supplies and Materials	5,104.61	5,524.44	4,002.00	3,858.83
23 Capital Outlay	20,187,515.28	9,305,221.58	13,291,173.10	47,803,085.21
24 Interest Expense	10,682,393.86	10,715,258.62	11,826,838.29	12,714,552.13
25 Total Operating Expenditures/Expenses	31,370,545.21	20,645,725.23	25,649,303.73	61,001,231.65
26				
27 Transfers In	-	-	6,732,565.00	-
28 Transfers Out	(294,007.78)	(234,884.29)	(244,194.07)	(15,131,673.59)
29 Net Transfers	(294,007.78)	(234,884.29)	6,488,370.93	(15,131,673.59)
30				
31 Net Change	(9,185,722.27)	695,940.63	10,790,724.67	(45,807,711.37)
32				
33 Beginning Fund Equity	(201,190,532.59)	(210,376,254.86)	(209,680,314.23)	(198,889,589.56)
34 Prior Period Adjustment	-	-	-	-
35 Ending Equity	(210,376,254.86)	(209,680,314.23)	(198,889,589.56)	(244,697,300.93)

**Company:** 6013

**Company Name:** SDBA Public Building Fund

**Fund Name:** Building Authority

**Fund Type:** Component Unit

**Purpose:** SDCL 5-12-1 created the South Dakota Building Authority, a body corporate and politic, consisting of seven members appointed by the Governor with the advice and consent of the Senate. Source/Use: This fund accounts for the proceeds of the issuance of bonds and disbursement of those monies for the projects as authorized by the Legislature.

Per SDCL 4-7-46, the total principal amount of debt outstanding through the South Dakota Building Authority and the vocational education program of the South Dakota Health and Educational Facilities Authority may not exceed one and two-tenths percent of South Dakota's gross domestic product for the most recently completed calendar year as calculated by the United States Bureau of Economic Analysis.

**Budget Information:** Not included in the General Appropriations Bill.

**Additional Information:**

A separately issued audited report is issued annual by the Dept. of Legislative Audit for the Building Authority. The Building Authority is administered by employees of the SD Health and Education Facilities Authority who bill the Building Authority for the administrative costs incurred.